

# **Decatur County**

8/31/2020

### Background Statistics<sup>1</sup>

Number of farms:270

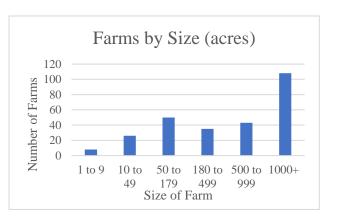
Average size: 1,556 acres

Land in farms: 420,032 acres

Average value of products sold per farm: \$864,559

Average net cash farm income per farm: \$54,294

1: Data from USDA 2017 Census of Agriculture



# Estimated Economic Contribution of Agriculture and Agriculture Related Sectors to the Decatur County Economy

### Methodology

The estimated economic contribution of agriculture and agriculture related sectors was computed using the most recent IMPLAN data available (2018) adjusted for 2020. The IMPLAN modeling system was used to calculate the results of this analysis. The IMPLAN model was constructed so that double counting was avoided. For this report, 18 of the 71 agriculture and agriculture related sectors in Kansas were identified and analyzed to determine their overall contribution to the Decatur County economy.

#### Results

These 18 sectors have a total direct output of approximately \$163.1 million and account for 348 jobs in Decatur County. Running the model for all 18 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Decatur County Economy							
Contribution Type	Employment	% Employment	Total Value Added	% of Gross Regional Product	Output		
Direct Effect	348	21%	\$33,600,000	35%	\$163,100,000		
Indirect Effect	141	9%	\$10,300,000	11%	\$28,700,000		
<b>Induced Effect</b>	70	4%	\$4,700,000	5%	\$10,000,000		
Total Effect	559	34%	\$48,600,000	51%	\$201,900,000		

**NOTE:** Individual effects may not equal the total effect due to rounding.

As shown in the above table, agriculture, food, and food processing sectors support a total of **559 jobs**, or **34%** of the entire workforce in the county. The total final sales of all products in these sectors is approximately **\$201.9 million**.

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of Gross Regional Product (GRP). Total value added by the 18 agriculture, food, and food processing sectors is approximately \$48.6 million, or 51% of the GRP.

## **Top Ten Sectors by Employment**

Out of the agriculture and agriculture related sectors, beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming is the top employer with **196 jobs**. This table also illustrates the top ten sectors by total employment, including direct, indirect, and induced effects in Decatur County.

Sector	Total Employment
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	196
Grain farming	67
Wholesale - Other nondurable goods merchant wholesalers	57
All other crop farming	24
Other real estate	20
Support activities for agriculture and forestry	17
Hospitals	13
Veterinary services	11
Animal production, except cattle and poultry and eggs	11
Dairy cattle and milk production	9

## **Top Ten Sectors by Output**

This table shows how much revenue is generated in other sectors by having a strong agriculture industry, including direct, indirect, and induced effects. The beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector is the top contributor, with approximately \$95.2 million to the Decatur County economy.

Sector	Total Output
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	\$95,200,000
Grain farming	\$47,100,000
Wholesale - Other nondurable goods merchant wholesalers	\$13,700,000
Dairy cattle and milk production	\$8,700,000
Animal production, except cattle and poultry and eggs	\$4,000,000
Other real estate	\$3,600,000
All other crop farming	\$2,500,000
Owner-occupied dwellings	\$2,300,000
Petroleum refineries	\$1,900,000
Hospitals	\$1,800,000

### **All Direct Sectors**

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Decatur County economy. IMPLAN sectors are assigned based on North American Industry Classification System (NAICS) codes. Generally, this analysis includes three categories; production, manufacturing/processing, and services. Note that this analysis does not include wholesale or retail sales of final products, or ethanol production.

Sector	Total Output	Total Employment
Beef cattle ranching and farming, including feedlots and dual- purpose ranching and farming	\$95,153,463.50	195.88
Grain farming	\$47,131,382.92	66.51
Dairy cattle and milk production	\$8,703,917.94	8.90
Animal production, except cattle and poultry and eggs	\$3,980,054.34	11.22
All other crop farming	\$2,470,181.73	24.41
Support activities for agriculture and forestry	\$1,412,665.77	17.20
Other animal food manufacturing	\$979,507.16	0.95
Oilseed farming	\$973,840.13	0.26
Veterinary services	\$776,217.84	11.33
Farm machinery and equipment manufacturing	\$574,056.33	1.68
Landscape and horticultural services	\$304,405.29	5.84
Bread and bakery product, except frozen, manufacturing	\$278,623.74	2.43
Other snack food manufacturing	\$121,763.32	0.26
Roasted nuts and peanut butter manufacturing	\$97,752.20	0.25
Frozen cakes and other pastries manufacturing	\$72,249.41	0.81
Poultry and egg production	\$32,002.74	0.02
Commercial logging	\$21,190.19	0.25
Forestry, forest products, and timber tract production	\$14,393.57	0.24

The following terms are used throughout the results shown in this report:

- **Direct effect**: the contribution from agricultural and food products
- **Indirect effect**: the contribution from farms and agricultural businesses purchasing inputs from supporting industries within the state
- **Induced effect**: the contribution from employees of farms, agricultural businesses, and supporting industries spending their wages on goods and services within the state
- Value added = labor income + indirect business taxes + other property type income
- **Gross Regional Product** = final demand of households + government expenditures + capital + exports imports institutional sales
- **Output** = intermediate inputs + value added
- **Employment**: full-time/part-time annual average i.e., 1 job lasting 12 months = 2 jobs lasting 6 months each = 3 jobs lasting 4 months each. A job is neither full-time nor part-time.
- Due to confidentiality policies that exist within several agencies from which IMPLAN collects their data, some sectors in some regions may not have all data available.

For more information, contact the Division of Agricultural Marketing, Advocacy and Outreach Agency Economist 785-564-6726

